

Message Text

UNCLASSIFIED

PAGE 01 STATE 259573

61

ORIGIN XMB-04

INFO OCT-01 EUR-12 ISO-00 AID-05 CIAE-00 COME-00 EB-07

FRB-01 INR-07 NSAE-00 RSC-01 TRSE-00 OPIC-06 SP-02

CIEP-02 LAB-03 SIL-01 OMB-01 DODE-00 PA-02 USIA-15

PRS-01 /071 R

66604

DRAFTED BY XMB:AMOHANIAN

APPROVED BY EB/OCA/REP:BEBYRON

EB/IFD/ODF:EMLINTON

EB/EWT:RPRACHT

XMB:WARREN W GLICK

----- 108513

R 251745Z NOV 74

FM SECSTATE WASHDC

TO AMEMBASSY BELGRADE

UNCLAS STATE 259573

E.O. 11652: N/A

TAGS: APUB, YO

SUBJECT: PRESS RELEASE ON EXIMBANK CREDIT TO YUGOSLAVIA

FOLLOWING IS FINAL TEXT OF EXPORT-IMPORT BANK RELEASE ON THE DIRECT CREDIT OF DOLS 9.3 MILLION TO RUDARSKO METALURSKI KOMBINAT-ZENICA (RMK) OF ZENICA. RELEASE IS SCHEDULED FOR ANNOUNCEMENT HERE IN WASHINGTON, D.C. FOR A.M. PAPERS, THURSDAY, DECEMBER 5, 1974.

QUOTE: EXIMBANK CREDIT OF \$9.3 MILLION SUPPORTS \$31 MILLION SALE OF U.S. EQUIPMENT FOR WIRE PRODUCTION PLANT IN YUGOSLAVIA

TO HELP FINANCE A \$31 MILLION SALE OF U.S. EQUIPMENT, MATERIALS AND SERVICES REQUIRED FOR A WIRE PRODUCTION PLANT IN YUGOSLAVIA, THE BOARD OF DIRECTORS OF THE EXPORT-IMPORT BANK OF UNCLASSIFIED

UNCLASSIFIED

PAGE 02 STATE 259573

THE UNITED STATES HAS AUTHORIZED A DIRECT CREDIT OF \$9.3 MILLION

TO FINANCE 30 PERCENT OF THE TOTAL U.S. COSTS, ACCORDING TO EXIMBANK'S CHAIRMAN WILLIAM J. CASEY. EXIMBANK IS ALSO PROVIDING A FINANCIAL GUARANTEE OF A CREDIT OF \$15.5 MILLION FROM BANK OF AMERICA, NEW YORK, TO COVER 50 PERCENT OF THE U.S. COSTS. THE OBLIGOR, RUDARSKO METALURSKI KOMBINAT-ZENICA (RMK) OF ZENICA, YUGOSLAVIA, WILL MAKE CASH PAYMENT OF THE BALANCE OF THE U.S. COSTS OF 20 PERCENT OR \$6.2 MILLION.

THE PROJECT IS FOR MODERNIZATION AND EXPANSION OF THE WIRE PRODUCING FACILITIES AT ALIPASIN MOST, SAREJEVO YUGOSLAVIA. THE PRODUCTS TO BE PRODUCED ARE STEEL ROPE, PRESTRESSED CONCRETE WIRE, SPRING WIRE, AND GALVANIZED WIRE. USS ENGINEERS AND CONSULTANTS, INC., OF PITTSBURGH, PENNSYLVANIA, HAVE A TURNKEY CONTRACT FOR THE PROJECT AND MORGAN CONSTRUCTION COMPANY OF WORCESTER, MASSACHUSETTS, WILL ALSO FURNISH SOME OF THE EQUIPMENT FOR THE INSTALLATION.

THE LOANS ARE TO BE REPAID IN 20 SEMIANNUAL INSTALLMENTS BEGINNING JULY 10, 1978. EXIMBANK'S DIRECT CREDIT OF \$9.3 MILLION WILL BE REPAID OUT OF THE LAST 8 INSTALLMENTS AT AN INTEREST RATE OF 8 PERCENT PER ANNUM, WHICH WHEN BLENDED WITH THE PORTION OF THE CREDIT FROM PRIVATE SOURCES RESULTS IN AN ESTIMATED INTEREST COST TO THE BORROWER, BASED ON CURRENT RATES, OF ABOUT 10.19 PERCENT TO 10.34 PERCENT PER ANNUM. REPAYMENT OF ALL LOANS IS TO BE GUARANTEED BY PRIVREDNA BANKA SARAJEVO. UNQUOTE INGERSOLL

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: n/a
Control Number: n/a
Copy: SINGLE
Draft Date: 25 NOV 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974STATE259573
Document Source: CORE
Document Unique ID: 00
Drafter: AMOHANIAN
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D740342-0395
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19741114/aaaaalot.tel
Line Count: 87
Locator: TEXT ON-LINE, ON MICROFILM
Office: ORIGIN XMB
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: golinofr
Review Comment: n/a
Review Content Flags:
Review Date: 14 NOV 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <14 NOV 2002 by maustmc>; APPROVED <20-Nov-2002 by golinofr>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: PRESS RELEASE ON EXIMBANK CREDIT TO YUGOSLAVIA FOLLOWING IS FINAL TEXT OF EXPORT-IMPORT BANK RELEASE ON
TAGS: APUB, YO
To: BELGRADE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005